

United States Department of the Interior

BUREAU OF LAND MANAGEMENT FILLMORE FIELD OFFICE

35 East 500 North Fillmore, UT 84631



In Reply Refer to: 3800 (U-010) UTU-078262

December 31, 2002

CERTIFIED MAIL #7000 1530 0006 2417 2536 RETURN RECEIPT REQUESTED

RECEIVED

JAN 0 6 2003

DIV. OF OIL, GAS & MINING

TERRY COOK
SEC/DIR/TREAS
DELTA MINERALS INC
885 S OAK DR
WOODLAND HILLS UT 84653

Dear Mr. Cook:

On December 3, 2002, a surface compliance inspection was conducted at the site of your Notice, UTU-078262. This notice was accepted on August 19, 1999, under the authority of the 43 CFR 3809 surface management regulations.

On January 20, 2001, the 43 CFR 3809 surface management regulations were changed. The change requires that, in order to continue operating under a Notice that was submitted prior to January 20, 2001, you must submit written notification that you wish to extend said Notice to this office on or before January 21, 2003. This notification should include a reclamation cost estimate, which must be for the amount it would cost the BLM to reclaim the site if we had to contract a third-party to conduct the work should you abandon the operation. Our initial estimate, based on observations made during the recent inspection, is that the cost for reclaiming the existing disturbance would be around \$11,000, if all the remaining equipment and debris were removed prior to commencing the work. On November 16, 2000, Delta Minerals Inc. (DMI) submitted a financial guarantee in the amount of \$11,000 for reclamation of the site. If you decide to extend your notice, DMI's existing

financial guarantee may be adequate if all the equipment and debris were removed within 120 days of the extension date.

If you choose not to extend your notice, you must begin reclamation of the site as soon as the weather permits. Reclamation should consist of:

- 1. Removing all equipment and debris
- 2. Re-contouring the quarry area
- 3. Ripping the staging area and road
- 4. Spreading fines and topsoil over the disturbed area
- 5. Spreading an appropriate quantity and quality of seed over the site and passing over it with the dozer.

Upon satisfactory completion of the earthwork and spreading of the seed, the financial guarantee, except possibly for an amount adequate to reseed the area should the initial attempt fail, will be released to DMI, whose last address of record is:

545 S Oak Dr. Woodland Hills, UT 84653

However, since it appears that DMI is a defunct corporation in the state of Utah, we may have to seek advice from our solicitor as to the legal recipient of any monies released.

If you have any questions, please feel free to contact Sheri Wysong at (435) 743-3124.

Sincerely,

Jerry Mansfield

Geologist

cc: Tom Munson, UDOGM (S/027/080)

Wendy & David Peterson, 545 S Oak Dr., Woodland Hills, UT 84653